

15E.42 Definitions.

For purposes of [this division](#), unless the context otherwise requires:

1. “*Affiliate*” means a spouse, child, or sibling of an investor or a corporation, partnership, or trust in which an investor has a controlling equity interest or in which an investor exercises management control.

2. “*Authority*” means the economic development authority created in [section 15.105](#).

3. “*Entrepreneurial assistance program*” includes the entrepreneur investment awards program administered under [section 15E.362](#), the receipt of services from a service provider engaged pursuant to [section 15.411, subsection 1](#), or the program administered under [section 15.411, subsection 2](#).

4. “*Investor*” means a person making a cash investment in a qualifying business. “*Investor*” does not include a person that holds at least a seventy percent ownership interest as an owner, member, or shareholder in a qualifying business.

5. “*Qualifying business*” means a business meeting the criteria defined in [section 15E.44](#). [2002 Acts, ch 1006, §2, 13](#); [2002 Acts, ch 1175, §75](#); [2003 Acts, ch 108, §8](#); [2003 Acts, ch 179, §95, 159](#); [2004 Acts, ch 1148, §1, 7](#); [2011 Acts, ch 130, §37, 46, 47, 71](#); [2015 Acts, ch 138, §110 – 112, 126, 127](#)

2011 amendment to subsection 2 applies retroactively to January 1, 2011, for tax years beginning and investments made on or after that date; [2011 Acts, ch 130, §47](#)

2015 amendments take effect July 2, 2015, and apply to equity investments made in a qualifying business on or after that date; 2015 Acts, ch 138, §126, 127

NEW subsection 3 and former subsection 3 amended and renumbered as 4

Former subsection 4 stricken